



STATE OF UTAH
NATURAL RESOURCES & ENERGY
Oil, Gas & Mining

Scott M. Matheson, Governor
Temple A. Reynolds, Executive Director
Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

November 29, 1982

Mr. Steven Nielsen, President
Minerals West, Inc.
P. O. Box 277
Monticello, Utah 84535

RE: Hillside Uranium Complex
ACT/037/015
San Juan County, Utah

Dear Mr. Nielsen:

The Division has been advised by Energy Fuels, Ltd., of their and Monticello Minerals & Mining Company's relinquishment of interests in the above-referenced mining property, surrendering all interests to Minerals West, Inc.

Please be advised of Section 40-8-19 of the Utah Mined Land Reclamation Act regarding procedures for transfer of interests and successor responsibilities.

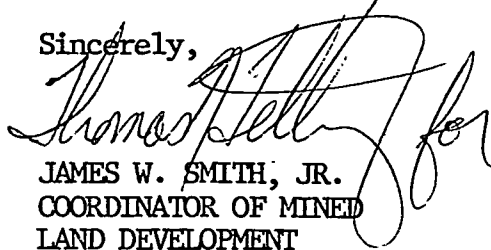
"Whenever an operator succeeds to the interest of another operator who holds an approved notice of intention or revision covering a mining operation, by sale, assignment, lease, or other means, the division may release the first operator from his responsibilities under his approved notice of intention, including surety, provided the successor assumes all of the duties of the former operator, to the satisfaction of the division, under this approved notice of intention, including its then approved reclamation plan and the posting of surety. Upon the satisfactory assumption of such responsibilities by the successor operator, under the conditions approved by the division, the approved notice of intention shall be transferred to the successor operator.

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A proper notification of the transfer of interests, and assumption of all liabilities and responsibilities for said property under Energy Fuels, Ltd.'s approved mining and reclamation plan, including posting of a reclamation bond in the amount of \$24,792.00, must be made by Minerals West, Inc., to the Division.

Also, please be advised of Section 40-8-21 regarding requirements for suspension and termination of operations, and notification of such. Upon proper transfer of interests, Minerals West, Inc., will be held responsible for all maintenance and/or reclamation of the affected property. If you have any questions relative to this matter, please don't hesitate to call.

Sincerely,



JAMES W. SMITH, JR.
COORDINATOR OF MINED
LAND DEVELOPMENT

JWS/btb

cc: Tom Tetting, DOGM